

July 17, 2019

Joint Legislative Committee on Local Government
North Carolina General Assembly
Legislative Building
16 West Jones Street
Raleigh, North Carolina 27601
Attention: Committee Chairs and Committee Assistant

Fiscal Research Division
North Carolina General Assembly
Legislative Office Building
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925

Re: Financing of Electric System Improvements by the Town of Apex, North Carolina

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the Town of Apex, North Carolina (the "Town") hereby notifies you of its intent to issue a revenue bond (the "Bond") in the principal amount of approximately \$9,500,000 pursuant to The State and Local Government Revenue Bond Act, Article 5 of Chapter 159 of the General Statute of North Carolina, as amended, to finance the cost of acquiring, constructing and equipping an approximately 20,000 square foot administration and operations facility for the Town's Electric Division which will provide space for personnel, vehicles, equipment and supplies, as well as a single secure location for inventory specific to electric operations (the "Project"). The Bond is expected to be issued pursuant to the Town's existing Trust Agreement, as supplemented and amended, and will be payable solely from, and secured by a pledge, charge and lien upon, the net receipts of the Town's electric system.


It is expected that the Bond will be issued on or about September 19, 2019 and have a term of approximately 20 years. The Bond is expected to be privately placed with a financial institution by negotiated private sale at a fixed rate of 2.00% (subject to adjustment in certain circumstances as provided in the Bond).

The Town anticipates that the North Carolina Local Government Commission will consider approval of the sale and issuance of the Bond at its meeting scheduled for September 10, 2019.



If you have any questions or require any additional information relating to the Project or the proposed Bond, please contact me at (919) 362-8676.

TOWN OF APEX, NORTH CAROLINA

By: 
T. Vance Holloman
Finance Director

cc: Local Government Commission